Federal Acquisition Regulation

SOURCE: 48 FR 42388, Sept. 19, 1983, unless otherwise noted.

44.000 Scope of part.

(a) This part prescribes policies and procedures for consent to subcontracts or advance notification of subcontracts, and for review, evaluation, and approval of contractors' purchasing systems.

(b) The consent and advance notification requirements of subpart 44.2 are not applicable to prime contracts for commercial items acquired pursuant to part 12.

[63 FR 34060, June 22, 1998]

Subpart 44.1—General

44.101 Definitions.

Approved purchasing system means a contractor's purchasing system that has been reviewed and approved in accordance with this part.

Consent to subcontract means the contracting officer's written consent for the prime contractor to enter into a particular subcontract.

Contractor, as used in this part, means the total contractor organization or a separate entity of it, such as an affiliate, division, or plant, that performs its own purchasing.

Contractor purchasing system review (CPSR) means the complete evaluation of a contractor's purchasing of material and services, subcontracting, and subcontract management from development of the requirement through completion of subcontract performance.

Facilities (see 45.301).

Subcontract, as used in this part, means any contract as defined in subpart 2.1 entered into by a subcontractor to furnish supplies or services for performance of a prime contract or a subcontract. It includes but is not limited to purchase orders, and changes and modifications to purchase orders.

Subcontractor, as used in this part, means any supplier, distributor, vendor, or firm that furnishes supplies or services to or for a prime contractor or another subcontractor.

 $[48\ FR\ 42388,\ Sept.\ 19,\ 1983,\ as\ amended\ at\ 50\ FR\ 26903,\ June\ 28,\ 1985]$

Subpart 44.2—Consent to Subcontracts

44.201 Consent and advance notification requirements.

44.201-1 Consent requirements.

- (a) If the contractor has an approved purchasing system, consent is required for subcontracts specifically identified by the contracting officer in the sub-contracts clause of the contract. The contracting officer may require consent to subcontract if the contracting officer has determined that an individual consent action is required to protect the Government adequately because of the subcontract type, complexity, or value, or because the subcontract needs special surveillance. These can be subcontracts for critical systems, subsystems, components, or services. Subcontracts may be identified by subcontract number or by class of items (e.g., subcontracts for engines on a prime contract for airframes).
- (b) If the contractor does not have an approved purchasing system, consent to subcontract is required for cost-re-imbursement, time-and-materials, labor-hour, or letter contracts, and also for unpriced actions (including unpriced modifications and unpriced delivery orders) under fixed-price contracts that exceed the simplified acquisition threshold. for—
- $\begin{array}{ll} \hbox{(1)} & \hbox{Cost-reimbur sement,} & \hbox{time-and-} \\ \hbox{materials,} & \hbox{or labor-hour subcontracts;} \\ \hbox{and} & \end{array}$
- (2) Fixed-price subcontracts that exceed— $\,$
- (i) For the Department of Defense, the Coast Guard, and the National Aeronautics and Space Administration, the greater of the simplified acquisition threshold or 5 percent of the total estimated cost of the contract; or
- (ii) For civilian agencies other than the Coast Guard and the National Aeronautics and Space Administration, either the simplified acquisition threshold or 5 percent of the total estimated cost of the contract.
- (c) Consent may be required for subcontracts under prime contracts for architect-engineer services.
- (d) The contracting officer's written authorization for the contractor to